

**Foundations Policy**

Policy Area: Accounting & Financial Reporting	Effective Date: 07/01/06
Policy Sub Area: State Financial Reporting	Last Revision Date: NA
Authority: GASB Codification Section 2100	Policy Owner/Division: Statewide Accounting
<u>Policy:</u> GASB Statement No. 39 impacts colleges and universities that have foundations and similarly affiliated organizations whose financial data is not currently blended in the institution's annual report. These organizations must be included as part of the institution's financial reporting entity (i.e., as discretely presented component units) if they are found to be "significant." The University of North Carolina General Administration and the Community College system office have established a uniform threshold for identifying which organizations are "significant." Under this threshold, organizations whose assets or revenues are 5% or greater of the institution's assets or revenues will be considered "significant" to the institution.	
<u>Procedures</u> NA	
<u>Accounting Guidance</u> NA	
<u>Related Documents (Memos/Forms)</u> Guidance on Component units provided in the following OSC memorandum: http://www.ncosc.net/sigdocs/sig_docs/prev_memos/2004/04-20.pdf	
Revision History	
Date	Description
